

**ASSEMBLY BILL**

**No. 1259**

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**Introduced by Assembly Member Daucher**

February 22, 2005

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An act relating to property taxation.

LEGISLATIVE COUNSEL'S DIGEST

AB 1259, as introduced, Daucher. Property tax revenue allocations.

Existing property tax law requires the county auditor, in each fiscal year, to allocate property tax revenue to local jurisdictions in accordance with specified formulas and procedures, and generally requires that each jurisdiction be allocated an amount equal to the total of the amount of revenue allocated to that jurisdiction in the prior fiscal year, subject to certain modifications, and that jurisdiction's portion of the annual tax increment, as defined.

Existing law also determines the pro rata shares in which ad valorem property tax revenues are allocated among local agencies in a county, within the meaning of paragraph (3) of subdivision (a) of Section 25.5 of Article XIII of the California Constitution, which requires for any change the approval of  $\frac{2}{3}$  of the membership of each house of the Legislature.

This bill would declare the Legislature's intent to enact legislation that would reward cities and counties that exceed 80% of their Regional Housing Need Assessment (RHNA) goals over a 5 year period with an increased share of the annual tax increment that is allocated among local agencies in a county.

Vote: majority. Appropriation: no. Fiscal committee: no.  
State-mandated local program: no.

*The people of the State of California do enact as follows:*

1     SECTION 1. It is the intent of the Legislature to enact  
2     legislation that would reward cities and counties that exceed 80  
3     percent of their Regional Housing Need Assessment (RHNA)  
4     goals over a five year period with an increased share of the  
5     annual tax increment that is allocated among local agencies in a  
6     county.

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